

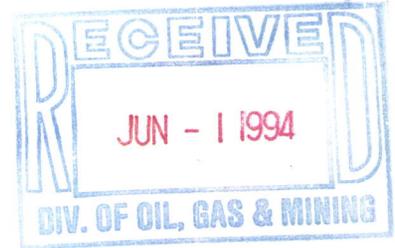
m/047/007



Chevron Chemical Company
6001 Bollinger Canyon Road, San Ramon, California
Mail Address: P.O. Box 5047, San Ramon, CA 94583-0947
Cable CCISI SAN FRANCISCO • Telex ITT 470074, RCA 278755

Agricultural Division

May 26, 1994



**RECLAMATION SURETY
VERNAL PHOSPHATE MINE
STATE OF UTAH**

Mr. Anthony A. Gallegos
Reclamation Engineer
State of Utah
Department of Natural Resources
Division of Oil, Gas and Mining
355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203

Dear Mr. Gallegos:

Per your letter dated April 28, 1994 (copy attached) would you please resend the "transfer forms" referenced. I have checked with Mr. Cal Allen, General Manager - Agricultural Division, and to the best of our knowledge we have not received the transfer forms.

Please send the transfer forms to my attention to the address above, not Ron Koval who transferred to another Chevron company. Upon receiving the transfer forms I will see that the forms are completed and returned to you. Once you have received the transfer forms we expect a release from your Division Director for any further reclamation obligations of the Vernal Phosphate operations.

If you would like to discuss this please call me at (510) 842-4141. Thank you for your assistance.

Sincerely,

Debra A. Feole
Accounting Manager

Attachment





State of Utah
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

Michael O. Leavitt
Governor
Ted Stewart
Executive Director
James W. Carter
Division Director

355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203
801-538-5340
801-359-3940 (Fax)
801-538-5319 (TDD)

D. B. Feole rec'd 5/1/81
cc: Phosphate Divest File

April 28, 1994

L.H.R. MAY 16

Mr. Ron Koval
Chevron Chemical Company
6001 Bollinger Canyon Road
P. O. Box 5047
San Ramon, California 94583-0947

Re: Formal Approval of Form and Amount of Reclamation Surety, SF Phosphates Limited, Co., Vernal Phosphate Mine, M/047/007, Uintah County, Utah

Dear Mr. Koval:

On April 27, 1994, the Board of Oil, Gas and Mining formally approved of the form and amount of reclamation surety for the Vernal Phosphate mine now operated by SF Phosphates, Ltd. Co. With the new surety in place, we can now release Chevron Chemical Company's surety bond #U89 75 80-31, issued by Reliance Surety Company for \$3,813,000. Enclosed please find the original surety bond and accompanying riders.

To date, we have not received the completed transfer forms we recently sent to Chevron Chemical for signature. Once we receive those transfer forms, our Division Director will sign the transfer form then copies of the completed forms will be sent to you for your files. At that time, Chevron Chemical can be completely released from any further reclamation obligations of the Vernal Phosphate operations.

Thank you for your time and efforts in helping finalize this permitting process. We eagerly await the completed and signed transfer forms.

Sincerely,

Anthony A. Gallegos
Reclamation Engineer

jb
Enclosures
M047007.2

